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Governor

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Lieutenant Governor

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

### Division of Oil, Gas & Mining


MICHAEL R. STYLER  
Executive Director

JOHN R. BAZA  
Division Director

### Inspection Report

#### Minerals Regulatory Program

June 19, 2007

Supervisor 

**Mine Name:** Hot Springs  
**Operator Name:** Jack B Parson Companies

**Permit number:** S/003/073  
**Inspection Date:** June 19, 2007  
**Time:** 8:15 am

**Inspector(s):** Lynn Kunzler, DOGM  
**Other Participants:** Mike Stevens, Paul Glouser  
**Mine Status:** Active

Elements of Inspection	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
2. Public Safety (shafts, adits, trash, signs, highwalls)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3. Protection of Drainages / Erosion Control	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4. Deleterious Material	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. Roads (maintenance, surfacing, dust control, safety)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. Concurrent Reclamation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. Backfilling/Grading (trenches, pits, roads, highwalls,	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
8. Soils	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9. Revegetation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

#### Purpose of Inspection:

Follow-up to an anonymous phone tip that the operator was outside permit area.

#### Inspection Summary:

1. This site was active at the time of this inspection. Upon arrival, it was noted that a trackhoe was operating to the southern boundary of the property, on an area that was previously not permitted. I met with Mike Stevens and reviewed current operations in the permitted area. I indicated that I was doing a routine inspection after receiving a citizen complaint that the operation was possibly outside the permitted area. I informed Mr. Stevens that I would need to survey the area with a GPS to determine if the area was outside the permitted area. As I inspected the area, I was impressed that there was very little garbage or debris, and that there were no deleterious materials on site (no fueling station).

Photos were taken to document site conditions.

#### Conclusions and Recommendations:

1. There were two distinct areas that were surveyed with the GPS that are considered part of this operation. The first area (which includes the 5- acre permit area was determined to be approximately 8.8 acres in size. The second area, which was separated from the permit area, was determined to be about 1 acre in size. Cessation Order # MC-07-01-05 was issued for conducting mining operations outside the permitted area. All mining related activity is to cease outside the permitted area, with the exception that reclamation work could be conducted on these areas. The operator was also told that if there were any immediate safety concerns on these areas (such as overhanging rock that needed to be removed or blasting (where holes had been charged with the blasting agent), that these items could be completed.

Inspection Date: June 19, 2007

Page 2 of 2

S/003/073

Abatement requires the operator to either permit all disturbed areas as a LMO (submit the LMO within 60 days) or to reclaim all areas outside the permit area. It also requires the operator to provide an additional \$14,800 surety within 30 days for the area outside the permit area.

As the inspection was concluded, Mr. Glouser suggested that 'Parson' could allow Mr. Stevens to permit the second area – thus allowing him to continue his business once the SMO would be accepted and the surety approved. He indicated he would contact DOGM management with this proposal rather than requesting a Stop Work Conference.

Continue to monitor this site when in the area.

Inspector's Signature



LK:pb

cc: Paul Glouser, Jack B. Parson Companies

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